

Message Text

LIMITED OFFICIAL USE

PAGE 01 MADRID 03633 271334 Z

53

ACTION EUR-25

INFO OCT-01 IO-13 ADP-00 AID-20 CEA-02 CIAE-00 COME-00

EB-11 EA-11 FRB-02 INR-10 NEA-10 NSAE-00 RSC-01

OPIC-12 TRSE-00 CIEP-02 LAB-06 SIL-01 OMB-01 RSR-01

/129 W

----- 064181

R 271320 Z JUN 73

FM AMEMBASSY MADRID

TO SECSTATE WASHDC 6090

INFO USMISSION OECD PARIS

USMISSION GENEVA

LIMITED OFFICIAL USE MADRID 3633

E. O. 11652: N/ A

TAGS: EFIN OECD SP

SUBJECT: OECD EXAMINATION OF FOREIGN INVESTMENT POLICIES AND PRACTICES

REF: STATE 118847 AND MADRID 39

1. THE POST UNABLE TO PROVIDE NAMES OF FIRMS AND SPECIFIC CASES OF TYPE SOUGHT REFDEPTEL. FURTHERMORE IT KNOWS OF NO "ARM TWISTING" BY GOS.

2. FURTHER ELABORATING OMTTHE PREFERENTIAL TAX TREATMENT FOR EXPORTERS MENTIONED PARA 3 REFEMBTTEL, THE EMBASSY PROVIDES THE FOLLOWING ADDITIONAL INFORMATION:

A. EXPORTERS (BOTH FOREIGN AND SPANISH) ARE REFUNDED AN AMOUNT EQUIVALENT TO THE INDIRECT TAXES, WHICH INCLUDE AMONG OTHER THINGS THE TURNOVER TAX, THAT WOULD BE APPLIED TO THE MERCHANDISE EXPORTED. THE TAX BASE IS THE LOWER OF EITHER THE DOMESTIC VALUE OF THE ITEM OR ITS FOB VALUE PLUS THE APPLICABLE IMPORT DUTY. THE CUMULATIVE TOTAL

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MADRID 03633 271334 Z

OF THE INDIRECT TAXES REFUNDED IN THIS MANNER MAY VARY FROM
1.5 PERCENT TO 17 PERCENT.

B. THE APPROXIMATE AVERAGE PERCENT RETURNED TO
THE EXPORTERS IN THE ABOVE MANNER OVER THE PAST YEARS
HAS BEEN AS FOLLOWS:

1961 6.0 PERCENT
1962 6.2
1963 6.2
1964 7.3
1965 9.1
1966 9.4
1967 9.2
1968 8.0
1969 8.4
1970 8.2

3. IFF ADDITIONAL RELEVANT INFORMATION IS DEVELOPED,
IT WILL BE SUBMITTED BY AUGUST 302
RIVERO

LIMITED OFFICIAL USE

NNNNMAFVVZCZ

*** Current Handling Restrictions *** n/a

*** Current Classification *** LIMITED OFFICIAL USE

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 27 JUN 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: elyme
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973MADRID03633
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Film Number: n/a
From: MADRID
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730632/aaaajsni.tel
Line Count: 87
Locator: TEXT ON-LINE
Office: ACTION EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 73 STATE 118847, 73 MADRID 39
Review Action: RELEASED, APPROVED
Review Authority: elyme
Review Comment: n/a
Review Content Flags:
Review Date: 21 AUG 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <21-Aug-2001 by kelleyw0>; APPROVED <19-Oct-2001 by elyme>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: <DBA CORRECTED> jms 980304
Subject: OECD EXAMINATION OF FOREIGN INVESTMENT POLICIES AND PRACTICES
TAGS: EFIN, SP, OECD
To: EUR
GENEVA
OECD PARIS
SECSTATE WASHDC
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005